



DEFENSE FINANCE AND ACCOUNTING SERVICE

1931 JEFFERSON DAVIS HIGHWAY
ARLINGTON, VA 22240-5291

APR 29 2002

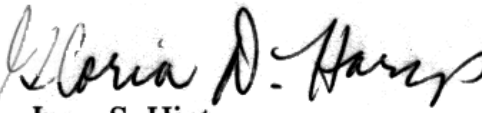
DFAS-DFM

MEMORANDUM FOR DIRECTOR, MILITARY PAY OPERATIONS, DEFENSE FINANCE AND ACCOUNTING SERVICE (DFAS-PM/CL)

SUBJECT Interim Change to the Department of Defense Financial Management Regulation (DoDFMR), 7A, Regarding Basic Pay for Reserve Commissioned Officers with Prior Service as an Enlisted Member or Warrant Officer (DFAS Item L-34)

The attached is Interim Change 25-02 to Chapter 1 of the DoDFMR, 7A. Public Law 107-107, Section 602, December 28, 2001, allows a commissioned officer of the Reserve Component in pay grades 01, 02, 03, who is paid from reserve personnel appropriation and has at least 1460 points creditable toward retirement as a warrant officer and/or enlisted member, to be paid using the special rate of basic pay for pay grade 0-1E, 0-2E, or 0-3E. This change is effective January 1, 2002.

We have evaluated your comments on the proposed change and included your comments where appropriate. Assignment of the interim change number is your authority to initiate procedure modifications to implement this change. Use the attached to initiate the formal change to the DoDFMR, Volume 7A.

for 
Jerry S. Hinton
Director for Finance

Attachments:

As stated

cc: DASD (MMP)(Comp)
OUSD(C)(ODCFO)(FP)
Service Liaisons
USCG/NOAA/PHS Liaisons
DFAS-PMJE/DE
DFAS-DDM/CL
DFAS-PMA/CL

1. Add new paragraph 010301.E. to read:

E. Creditable Service for Certain Reserve Commissioned Officers. Effective January 1, 2002, commissioned officers in pay grades 0-1, 0-2, and 0-3 who are paid from funds appropriated for Reserve personnel, and credited with 1,460 points for retirement computed under 10 U.S.C. 12732a(2) service as a warrant officer and/or enlisted member are entitled to the special rate of basic pay for pay grade 0-1E, 0-2E, or 0-3E.

2. Add to the Bibliography:

<u>Paragraph</u>	<u>Citation</u>
010301.E	37 U.S.C. 203(d), as amended by Public Law 107-107, section 602, December 28, 2001